

Licensing Workgroup
June 25, 2007

TEAM ONE

- Business Broker License
 - Eliminate special licenses @ the ADRE (designations etc).
- Verbiage in Statutes – include the license status “surrender” in the Statutes.
- License Exemptions – to whom should they apply?
 - Example provided –Companies advertising we will buy your ugly homes. - Is this going around the law? Should there be a limit set on how many properties purchased/sold without a license? Publics Perception on these companies?
- Additional DB Training
 - Broker management - Longer clinics? Is 3 hours enough?
 - Electronic Logs for storage, how to properly store this information and is it currently set up correctly? Guidance is needed!
- A.R.S. § 12-1000, Clandestine Labs vs A.R.S. § 32-2156, Language is unclear. -Language needs to be tied together to avoid conflict. The environmental component should be disclosed.
- How many times can you take the State Exam without passing before you have to go back to school? Should there be a limit?
- Education requirements - Necessary? Associates? Front loading?? Is this a potential Regulatory Problem?
- Cemeteries and Membership Camp Grounds (should they be retained as a separate licenses?) – ADRE only has jurisdiction over private cemeteries.

TEAM TWO

- A state operated E&O pool, the administration of which is completely supported by the E&O fees.
- Pool administration through a third party administrator, with negligible financial impact on ADRE's budget.
- Ability for licensees to obtain same levels/limits of E&O through other carriers, instead of insuring through the pool.
- Proof of insurance prior to activating license.
- Mandatory E&O insurance parameters similar to Colorado's.
- E&O carrier required to report all claims to ADRE for follow-up by Investigations, as appropriate.

TEAM THREE

Mexico

- Public Protection and Accountability.
 - License management
 - AMC

- Licensee's Background
 - Need more thorough background checks, look into civil judgments as well.
 - Tougher requirements to obtain license to weed out the "riffraff"
- List of Duties/Accountabilities
 - Explain Oaths and Duties of Realtors (pamphlet style)
- Buyer's Notice/Advisor
- More education for Arizonians purchasing property in Mexico –"cooperation agreement"